

Registration number: 03521776

Ecotricity Group Limited

Annual Report and Financial Statements

for the Year Ended 30 April 2022

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Ecotricity Group Limited

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Ecotricity Group Limited

Company Information

Directors	Dale Vince Asif Rehmanwala Kate Vince Alistair Harrison Paul Sands Anita Yandall-Jones
Registered office	Lion House Rowcroft Stroud Gloucestershire GL5 3BY
Auditors	PKF Francis Clark Chartered Accountants 90 Victoria St Redcliffe Bristol BS1 6DP

Ecotricity Group Limited

Strategic Report for the Year Ended 30 April 2022

The Directors present their Strategic Report for the year ended 30 April 2022. .

Principal activity

The principal activities of Ecotricity Group Limited (the "Company") is the provision of central services to subsidiaries of Green Britain Group Limited (the "Group") and a holding company for various subsidiaries.

The subsidiaries of the Company undertake the following activities:

- The supply of green energy to homes and businesses in Britain
- The generation of power through the Group's wind and solar park portfolio and the development of projects.

The unique business model we operate uses customers' energy bills to fund the building of new sources of green energy, which we term 'Bills into Mills' – energy bills into windmills, gasmills or sunmills.

Fair review of the business

A profit before tax for the year of £40.1 million was recognised (2021: £4.7 million) which was due to a combination of the following factors.

- Turnover increased to £37.3 million (2021: £10.1 million) as a result of an increase in the management recharges to other group companies of £37.2 million (2021: £10.1 million)
- The Company's administrative expenses have increased to £30.5 million (2021: £24.8 million) in the current year
- Outside of operating profit, the company's performance was impacted by negative movements in the fair value of listed investments resulting in loss of £1.6 million (2021 gain: £4.5 million).

The Company's financial position remains strong with an improved net assets position to £27.5 million (2021 net liability: £11.0 million). However these assets include £63.1 million (2021: £98.3 million) amounts owing to related parties. The Company enjoys the continued support of its related parties and plays an integral role in the Group in achieving its overall group mission of promoting sustainability in all walks of life.

Future Developments

The Directors continue to commit to re-investing any profits made in the Group's projects primarily to support the continued generation of green energy, but also its other initiatives which underpin the Group's mission.

Ecotricity Group Limited

Strategic Report for the Year Ended 30 April 2022

Principle risks and uncertainties

The principal risks arising from the Group's activities continue to be:

Political and regulatory risk

There have been a significant number of changes to the regulations governing the energy industry. The Smart Meter roll out requires the Group to continue to invest resources and cost to ensure the Group remains both compliant and competitive.

Summer 2022 has seen power and gas prices reach record highs. There has been a large number of supplier failures since the Autumn of 2021. Current government policy and regulation means that the cost of these supplier failures will be passed onto consumers through higher industry costs. As these accounts have been prepared, it is not possible to predict the final cost for this restructure in the energy market and the additional costs that the Group and consumers may face.

The regulatory environment, since the Autumn of 2021, has seen significantly increased focus. There has been accelerated scrutiny covering all conditions within the supply license. The resulting pressure, for a group of our size, will lead to costs that will be a challenge to absorb, and will likely therefore be passed on. As such, the Director's believe a one size fits all regulatory policy will not allow a competitive and financially stable market to grow and be maintained.

Government has stepped in to mitigate the impact of higher wholesale prices on consumers. This support is welcomed by the Directors as it helps UK consumers and the energy market adapt to higher prices. They expect support to continue in some form into the future as wholesale prices remain high, perhaps until a transition to a more resilient energy system, not anchored to natural gas, has been achieved.

Financial risks

The Group is exposed to a variety of financial risks including commodity price risk, interest rate risk, credit risk and liquidity risk. The Group monitors energy prices and analyses supply and demand volumes to manage exposure to these risks. The Group's hedging policy results in buying power and gas 'forward', to mitigate future risk. The Group does not enter into or trade financial instruments, including derivatives, for speculative purposes.

Ecotricity Group Limited

Strategic Report for the Year Ended 30 April 2022

Section 172 statement

The stakeholders of the Group and its subsidiaries are critical to the success of our strategy and business model. Engagement with our stakeholders sets out the key priorities on the direction of the Company, assisting with Directors' decision making throughout the year.

A director of a company must act to promote the success of the company for the benefit of all its members, and in so doing considering (amongst other matters):

- The likely consequences of any decision in the long term
- The interests of the company's employees
- The need to foster the company's business relationships with suppliers, customers and others
- The impact of the company's operations on the community and the environment
- The desirability of the company in maintaining a reputation for high standards of business conduct, and
- The need to act fairly between members of the company.

In order to fulfil these duties, the Directors consider a number of areas including:

Our people

Our people are at the heart of what we are aiming to do. They drive the Group forward in achieving our goal to provide 100% green energy to help stop climate change. Employees are supported employees in areas such as their health and wellbeing through provision of the Simply Health care plan, as well as providing a safe, inclusive and enjoyable place to work. The Group focuses on great management of people to bring out the best in the team and to focus on their development. Employees are given the opportunity to give back to the community by providing a charity day each year.

Our customers

The Group focuses on engagement with our customers in order to deliver a quality service, whilst at the same time assisting our customers in their own green journeys to work towards the mission of a Green Britain. What makes Ecotricity different from other energy companies is that the money made from customers' bills is used to build new forms of green energy.

This is called Bills into Mills and it means that by customers' paying their bills every month they are helping fight climate change. Every new windmill, gasmill or sunmill built reduces Britain's reliance on fossil fuels.

Business relationships and the community

Building a Green Britain isn't something that can be done alone. The Group partners with companies and organisations that share its values, from powering their operations to running campaigns about the issues the Group cares about. There are some really great partnerships with around 200 organisations.

Environment

Green Britain Group's mission is to fight climate change. As an energy company, the best way to do this is to end fossil fuels by giving people an alternative - green energy. As Britain's greenest energy company, the Directors are aware that the Group needs to go further than supplying green energy and that the activities the Group undertakes need to be as sustainable as possible. To achieve this an environmental policy has been put in place, which is regularly updated, alongside a range of measures including constant monitoring of the Group's environmental footprint.

Government

Since Ecotricity was founded in 1995, Britain has increased its green energy output, from ~5% to ~40%, but there is still a long way to go to meet the UK Government's target of net zero by 2050. The Group continues to lobby the UK Government to pursue wider reaching and more determined policies to address the climate emergency.

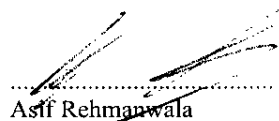
Ecotricity Group Limited

Strategic Report for the Year Ended 30 April 2022

Sustainability Report

This is the third year that we have published our carbon emissions data as a “large” unquoted company since the implementation of the Streamlined Energy and Carbon Reporting. However, we continue to provide this information on our company website, as we have done since 2010, as part of our Environmental Management System which is certified to ISO14001:2015. More information about this can also be found in the Green Britain Group Limited's financial statements.

Approved by the Board on 30/04/23 and signed on its behalf by:


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Asff Rehmanwala
Director

Ecotricity Group Limited
Directors' Report for the Year Ended 30 April 2022

The Directors present their report and the financial statements for the year ended 30 April 2022.

Directors of the Company

The directors who held office during the year were as follows:

Dale Vince

Asif Rehmanwala

Kate Vince

Alistair Harrison

Paul Sands

Anita Yandall-Jones

Dividends

The Directors recommend no dividend to be paid (2021: £Nil).

Political donations

The Company made £210,000 of political donations to The Labour Party during the year. (2021: £51,000).

Charitable donations

The Company made £167,292 of charitable donations during the year (2021: £51,450).

Employees

The Company is committed to ensuring the development of its employees including disabled employees. The Company values the differences between employees that define them as unique individuals and that diversity within the workplace is an integral part of achieving success. This includes giving full and fair consideration to applications for employment by the Company made by disabled persons, having regard to their particular aptitudes and abilities and the continuing employment of, and for arranging appropriate training for, employees of the Company who have become disabled persons during the period when they were employed by the Company.

Going Concern

The Company has net assets of £27.5 million (2021: £(11.0) million net liabilities), net current liabilities of £12.6 million (2021: £61.8 million), including intercompany debtor balances totalling £68.5 million (2021: £41.3 million) and intercompany creditor balances totalling £63.1 million (2021: £98.3 million). The Company has made a profit before taxation of £40.1 million in the year (2021: £4.7 million).

The Company is reliant on the going concern status of the Group as a whole in its own going concern assessment. The Company relies on support from its ultimate parent company, Green Britain Group Limited, and has received written confirmation from Green Britain Group Limited that it intends to continue to support the company as necessary.

The Group has undertaken an assessment of its cash flows for a period of 12 months from the date of signing, and also considered the potential cash flows into the future. This was done by undertaking a detailed assessment of the Group's forecast performance for the financial years 2023 and 2024.

Ecotricity Group Limited

Directors' Report for the Year Ended 30 April 2022

Going concern (continued)

This forecast uses the latest outlook for power and gas wholesale prices and the Company's current hedged position. This includes generation from the Group's own generation sites which are assumed to be at historic generation levels. It has taken Director's view of how competition in the market will change given these rates of wholesale prices. It assumes that:

- Energy prices will remain at higher than historic average levels
- Energy use will decline compared to historic average consumption levels driven in part by higher energy prices
- Customer numbers will remain stable with some targeted growth in certain segments
- Higher levels of bad debt due to higher wholesale prices

The forecast also takes into account the Group's non-energy activities and assumes current trading levels will continue.

The Group has net assets of £92.4 million which includes net current assets of £3.3 million. The Group has made a pre-tax profit of £50.5 million. The Group is funded via £44.2 million of bonds, all of which can be redeemed from December 2023 if called upon (see note 18 of the Green Britain Group Limited financial accounts). The Directors believe a mass redemption event is highly unlikely due to tranches of the bonds being due for redemption for several years with historically low redemption rates and bondholders' continued commitment to support the Group's vision of sustainability.

The Group has cash and cash equivalents of £70.8 million, including disposal proceeds from the sale of a stake in The Electric Highway (see cash flow statement of the Green Britain Group Limited financial accounts) and a loan from the directors (see note 25 of the Green Britain Group Limited financial accounts) at 30 April 2022. The forecast shows that the Group is expected to make a profit in financial year 2023. The Group also has initiatives in place to manage debt and deliver strong working capital management.

The past 18 months has seen a significantly volatile energy market including well publicised failures of energy suppliers who do not employ a rigorous hedging strategy. At the time of writing significant changes in the regulation of energy suppliers are being undertaken and a series of support measures by central government have been introduced to reduce the effects of high energy prices on domestic consumers and businesses. There remains an uncertainty around how competition in the energy market, regulation and government support will change in the coming months in response to different wholesale price scenarios. Management have made a judgement on how they see these factors responding to different wholesale market conditions in the sensitivity analysis prepared.

Sensitivity analysis has been prepared consisting of several scenarios, which are considered plausible. These include:

- Wholesale prices elevated to levels seen during the summer of 2022
- Wholesale prices dropping to historic levels
- 10% lower wind yields
- Ecobonds being redeemed by all bondholders at one time for repayment in January 2024.

In all individual scenarios the Group is forecast to have enough cash to meet its commitments.

Plausible mitigating actions have also been considered in preparation of these stress tests. The Directors consider these as potential levers they can use in any scenario, no matter how unlikely. Due to its strong green credentials, the Group can raise prices to react to rising industry costs because of the derogation from the price cap. A hedging strategy allows it to manage volatile wholesale prices, seen in the energy crisis to date, and navigate peaks of high prices seen historically. Bond redemptions must be notified at least 6 months in advance of cash being released, giving the Directors time to arrange alternate sources of funding or the generation of cash through asset sales. The Group has a 106.1MW generation fleet which is a highly attractive set of assets that could be sold. The Group is also building generation assets which it could seek financing for.

Ecotricity Group Limited

Directors' Report for the Year Ended 30 April 2022

In the scenario forecast the Company has sufficient cash reserves to meet its obligations and the directors, therefore, consider that it can continue to operate as a going concern for a period of at least 12 months from the date of approving these financial statements.

Directors' liabilities

The Company has put in place qualifying third party indemnity provisions for all of the Directors of the Ecotricity Group Limited.

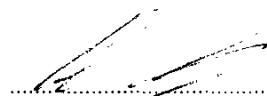
Disclosure of information to the auditors

Each Director has taken steps that they ought to have taken as a Director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information. The Directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Reappointment of auditors

PKF Francis Clark was appointed as auditor within the year (previously Grant Thornton UK LLP). PKF Francis Clark, having expressed their willingness to continue in office, will be deemed reappointed for the next financial year in accordance with section 487(2) of the Companies Act 2006 unless the Company receives notice under section 488(1) of the Companies Act 2006.

Approved by the Board on 30/07/23 and signed on its behalf by:



Asif Rehmanwala
Director

Ecotricity Group Limited

Statement of Directors' Responsibilities

The Directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards has been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Ecotricity Group Limited

Independent Auditor's Report to the Member of Ecotricity Group Limited

Opinion

We have audited the financial statements of Ecotricity Group Limited (the 'Company') for the year ended 30 April 2022, which comprise the Profit and Loss Account, Statement of Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 30 April 2022 and of the Company's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Ecotricity Group Limited

Independent Auditor's Report to the Member of Ecotricity Group Limited

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report, and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report, and Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report, and the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the Company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 9, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the Company, we identified that the principal risks of non-compliance with laws and regulations as relating to breaches around those laws and regulations that have a direct impact on the preparation of the financial statements such as The Companies Act 2006, the Financial Reporting Standard 102 and relevant tax legislation (Corporation Tax, VAT etc.). We considered the extent to which non-compliance with these laws and regulations may have a material effect on the financial statements.

We also evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements and determined that the principal risks were related to the overstatement of profit, either through overstating revenue, understating expenditure or management bias in accounting estimates. Based on this understanding we designed our audit procedures to identify irregularities. Our procedures involved the following:

Ecotricity Group Limited

Independent Auditor's Report to the Member of Ecotricity Group Limited

- Enquiries to members of Management and the in-house legal counsel, regarding their knowledge of any non-compliance or potential non-compliance with laws and regulations that could affect the financial statements;
- Evaluating the design and implementation of management's controls designed to prevent and detect irregularities;
- Examining draft tax computations and involving the use of our tax and other specialists as required;
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business; and
- Reviewing financial statement disclosures and testing to supporting documentation and for compliance with applicable financial reporting requirements.

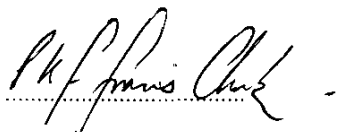
We did not identify any matters relating to non-compliance for laws or regulations or relating to fraud in the Company.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements. This risk increases the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements as we are less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Paul Putnam (Senior Statutory Auditor)
PKF Francis Clark, Statutory Auditor
90 Victoria Street
Redcliffe
Bristol
BS1 6DP

Date: 10 January 2023

Ecotricity Group Limited

Profit and Loss Account for the Year Ended 30 April 2022

	Note	2022 £	2021 £
Turnover	3	37,329,685	10,108,444
Administrative expenses		(30,523,662)	(24,842,203)
Other operating income	4	<u>129,744</u>	<u>264,088</u>
Trading profit		6,935,767	(14,469,671)
Profit on disposal of associate	14	23,554,045	13,702,591
(Loss)/gain on financial assets at fair value through profit and loss account	14	<u>(1,616,447)</u>	<u>4,535,243</u>
Operating profit	5	<u>28,873,365</u>	<u>3,768,163</u>
Other interest receivable and similar income	6	11,340,569	1,184,459
Interest payable and similar charges	7	<u>(158,953)</u>	<u>(215,920)</u>
		<u>11,181,616</u>	<u>968,539</u>
Profit before tax		40,054,981	4,736,702
Taxation	11	<u>(1,543,725)</u>	<u>2,312,552</u>
Profit for the financial year		<u><u>38,511,256</u></u>	<u><u>7,049,254</u></u>

There were no other gains or losses other than the profit for the year.

Ecotricity Group Limited

Statement of Comprehensive Income for the Year Ended 30 April 2022

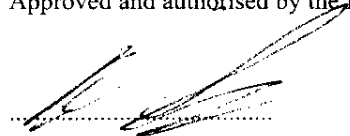
	Note	2022 £	2021 £
Profit for the year		<u>38,511,256</u>	<u>7,049,254</u>
Total comprehensive income for the year		<u>38,511,256</u>	<u>7,049,254</u>

Ecotricity Group Limited

(Registration number: 03521776)
Balance Sheet as at 30 April 2022

	Note	2022 £	Restated 2021 £
Fixed assets			
Intangible assets (restated)	12	7,574,006	6,682,010
Tangible assets (restated)	13	12,587,998	16,619,490
Investments	14	22,911,351	30,806,052
		<u>43,073,355</u>	<u>54,107,552</u>
Current assets			
Debtors	15	75,359,125	45,694,111
Cash at bank and in hand	16	754,090	-
		<u>76,113,215</u>	<u>45,694,111</u>
Creditors: Amounts falling due within one year	17	<u>(88,688,735)</u>	<u>(107,462,185)</u>
Net current liabilities		<u>(12,575,520)</u>	<u>(61,768,074)</u>
Total assets less current liabilities		30,497,835	(7,660,522)
Creditors: Amounts falling due after more than one year	17	<u>(2,959,874)</u>	<u>(3,312,773)</u>
Net assets/(liabilities)		<u>27,537,961</u>	<u>(10,973,295)</u>
Capital and reserves			
Called up share capital	18	2	2
Capital redemption reserve	19	1	1
Profit and loss account	19	27,537,958	(10,973,298)
Total equity		<u>27,537,961</u>	<u>(10,973,295)</u>

Approved and authorised by the Board on 20/01/23 and signed on its behalf by:



Asif Rehmanwala
Director

Lion House, Rowcroft, Stroud, Gloucestershire, GL5 3BY

Ecotricity Group Limited

Statement of Changes in Equity for the Year Ended 30 April 2022

	Share capital £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 May 2021	2	1	(10,973,298)	(10,973,295)
Profit for the year	-	-	38,511,256	38,511,256
At 30 April 2022	<u>2</u>	<u>1</u>	<u>27,537,958</u>	<u>27,537,961</u>
	Share capital £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 May 2020	2	1	(18,022,552)	(18,022,549)
Profit for the year	-	-	7,049,254	7,049,254
At 30 April 2021	<u>2</u>	<u>1</u>	<u>(10,973,298)</u>	<u>(10,973,295)</u>

The notes on pages 17 to 36 form an integral part of these financial statements.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

1 General information

The Company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

Lion House
Rowcroft
Stroud
Gloucestershire
GL5 3BY

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' ("FRS 102").

Basis of preparation

The financial statements are prepared on the historical cost basis except that the following assets and liabilities are stated at their fair value: certain financial instruments classified at fair value through profit or loss.

The presentation currency of the financial statements is pounds sterling, being the functional currency of the primary economic environment in which the company operates. Monetary amounts in these financial statements are rounded to the nearest pound.

Exemption from preparing group accounts

The financial statements contain information about Ecotricity Group Limited as an individual company and do not contain consolidated financial information as the parent of a group.

The Company is exempt under section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its ultimate parent, Green Britain Group Limited, a company incorporated in England and Wales.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

2 Accounting policies (continued)

Going concern

The Company has net assets of £27.5 million (2021: £(11.0) million net liabilities), net current liabilities of £12.6 million (2021: £61.8 million), including intercompany debtor balances totalling £68.5 million (2021: £41.3 million) and intercompany creditor balances totalling £63.1 million (2021: £98.3 million). The Company has made a profit before taxation of £40.1 million in the year (2021: £4.7 million).

The Company is reliant on the going concern status of the Group as a whole in its own going concern assessment. The Company relies on support from its ultimate parent company, Green Britain Group Limited, and has received written confirmation from Green Britain Group Limited that it intends to continue to support the company as necessary.

The Group has have undertaken an assessment of its cash flows for a period of 12 months from the date of signing, and also considered the potential cash flows into the future. This was done by undertaking a detailed assessment of the Group's forecast performance for the financial years 2023 and 2024.

This forecast uses the latest outlook for power and gas wholesale prices and the Company's current hedged position. This includes generation from the Group's own generation sites which are assumed to be historic generation levels. It has taken Director's view of how competition in the market will change given these rates of wholesale prices. It assumes that:

- Energy prices will remain at higher than historic average levels
- Energy use will decline compared to historic average consumption levels driven in part by higher energy prices
- Customer numbers will remain stable with some targeted growth in certain segments
- Higher levels of bad debt due to higher wholesale prices

The forecast also takes into account the Group's non-energy activities and assumes current trading levels will continue.

The Group has net assets of £92.4 million which includes net current assets of £3.3 million. The Group has made a pre-tax profit of £50.5 million. The Group is funded via £44.2 million of bonds, all of which can be redeemed from December 2023 if called upon (see note 18 of the Green Britain Group Limited financial accounts). The Directors believe a mass redemption event is highly unlikely due to tranches of the bonds being due for redemption for several years with historically low redemption rates and bondholders' continued commitment to support the Group's vision of sustainability.

The Group has cash and cash equivalents of £70.8 million, including disposal proceeds from the sale of a stake in The Electric Highway (see cash flow statement of the Green Britain Group Limited financial accounts) and a loan from the directors (see note 25 of the Green Britain Group Limited financial accounts) at 30 April 2022. The forecast shows that the Group is expected to make a profit in financial year 2023. The Group also has initiatives in place to manage debt and deliver strong working capital management.

The past 18 months has seen a significantly volatile energy market including well publicised failures of energy suppliers who do not employ a rigorous hedging strategy. At the time of writing significant changes in the regulation of energy suppliers are being undertaken and a series of support measures by central government have been introduced to reduce the effects of high energy prices on domestic consumers and businesses. There remains an uncertainty around how competition in the energy market, regulation or government support will change in the coming months in response to different wholesale price scenarios. Management have made a judgement on how they see these factors responding to different wholesale market conditions in the sensitivity analysis prepared.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

2 Accounting policies (continued)

Going concern (continued)

Sensitivity analysis has been prepared consisting of several scenarios, which are considered plausible. These include:

- Wholesale prices elevated to levels seen during the summer of 2022
- Wholesale prices dropping to historic levels
- 10% lower wind yields
- Ecobonds being redeemed by all bondholders at one time for repayment in January 2024.

In all individual scenarios the Group is forecast to have enough cash to meet its commitments.

Plausible mitigating actions have also been considered in preparation of these stress tests. The Directors consider these as potential levers they can use in any scenario, no matter how unlikely. Due to its strong green credentials, the Group can raise prices to react to rising industry costs because of the derogation from the price cap. A hedging strategy allows it to manage volatile wholesale prices, seen in the energy crisis to date, and navigate peaks of high prices seen historically. Bond redemptions must be notified at least 6 months in advance of cash being released, giving the Directors time to arrange alternate sources of funding or the generation of cash through asset sales. The Group has a 106.1MW generation fleet which is a highly attractive set of assets that could be sold. The Group is also building generation assets which it could seek financing for.

In the scenario forecast the Company has sufficient cash reserves to meet its obligations and the directors, therefore, consider that it can continue to operate as a going concern for a period of at least 12 months from the date of approving these financial statements.

As a result, the directors have prepared the financial statement on the going concern basis.

Key sources of estimation uncertainty

Investment impairment

The company makes an estimate of the recoverable value of non-listed investments. When assessing impairment of investments, management considers factors including the current net asset value of the investment entity, its projected future cash flows and historical experience. The carrying amount is £12,158,749 (2021: £19,071,789).

Recoverability of loans receivable

The company makes an estimate of the recoverable value of loans receivable from group subsidiaries. When assessing the requirement of any provision, management considers factors including the current net asset value of the investment entity, its projected future cash flows and historical experience. The carrying amount is £68,461,284 (2021: £41,282,366).

Revenue recognition

Turnover comprises turnover from the provision of central services functions to fellow group companies. Turnover is recognised in the period in which the services relate.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

2 Accounting policies (continued)

Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income. Grants of a revenue nature are recognised in the Statement of Comprehensive Income in the same period as the related expenditure.

Finance income and costs policy

Interest income and interest payable are recognised in the profit and loss as they accrue on funds invested or borrowed, using the effective interest method.

Tax

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date. Deferred tax balances are not discounted.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities and other future taxable profits.

Tangible assets

Tangible fixed assets, including assets under construction, are stated at cost less accumulated depreciation and accumulated impairment losses.

Where parts of an item of tangible fixed assets have different useful lives, they are accounted for as separate items of tangible fixed assets, for example land is treated separately from buildings.

Leases in which the entity assumes substantially all the risks and rewards of ownership of the leased asset are classified as finance leases. All other leases are classified as operating leases. Leased assets acquired by way of finance lease are stated on initial recognition at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease, including any incremental costs directly attributable to negotiating and arranging the lease. At initial recognition a finance lease liability is recognised equal to the fair value of the leased asset or, if lower, the present value of the minimum lease payments. The present value of the minimum lease payments is calculated using the interest rate implicit in the lease.

At the end of each financial period, the Company assesses whether tangible fixed assets (including those under finance leases) are impaired.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

2 Accounting policies (continued)

Depreciation

Depreciation methods, useful lives and residual values are reviewed if there is an indication of a significant change since last annual reporting date in the pattern by which the Company expects to consume an asset's future economic benefits. The Company also assesses at each reporting date whether tangible fixed assets are impaired.

Where parts of an item of tangible fixed assets have different useful lives, they are accounted for as separate items of tangible fixed assets.

Depreciation is charged to the profit and loss account on a straight-line basis over the estimated useful lives of each part of an item of tangible fixed assets. Land is not depreciated. The estimated useful lives are as follows:

Asset class	Depreciation method and rate
Freehold buildings	10 - 50 years
Furniture, fittings and equipment	3 - 20 years
Motor vehicles	4 years

Intangible assets

Intangibles that are acquired by the Company are stated at cost less accumulated amortisation and less accumulated impairment losses.

Expenditure on internally generated goodwill and brands is recognised in the profit and loss account as an expense as incurred.

Amortisation

Amortisation is charged to the profit or loss on a straight-line basis over the estimated useful lives of intangible assets. Intangible assets are amortised from the date they are available for use. The estimated useful lives are as follows:

Asset class	Amortisation method and rate
Brand name	15 years
Software	3 - 10 years

Investments

Investments in listed equity instruments are measured initially at fair value, which is normally the transaction price. Transaction costs are excluded if the investments are subsequently measured at fair value through profit and loss. Subsequent to initial recognition investments that can be measured reliably are measured at fair value with changes recognised in profit or loss.

Investments in non-listed equity instruments are measured at cost less impairment.

Financial instruments

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

2 Accounting policies (continued)

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings classified as basic financial instruments.

Interest-bearing borrowings are recognised initially at the present value of future payments discounted at a market rate of interest. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method, less any impairment losses.

Leases

Payments (excluding costs for services and insurance) made under operating leases are recognised in the profit and loss account on a straight-line basis over the term of the lease unless the payments to the lessor are structured to increase in line with expected general inflation; in which case the payments related to the structured increases are recognised as incurred. Lease incentives received are recognised in profit and loss over the term of the lease as an integral part of the total lease expense.

Minimum lease payments made under finance leases are apportioned between the finance charge and the reduction of the outstanding liability using the rate implicit in the lease. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability. Contingent rents are charged as expenses in the periods in which they are incurred.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a post-employment benefit plan under which the Company pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an expense in the profit and loss account in the periods during which the services are rendered by employees.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

3 Turnover

The analysis of the company's revenue for the year from continuing operations is as follows:

	2022 £	2021 £
Recharges to fellow group companies	<u>37,329,685</u>	<u>10,108,444</u>

Management Recharge is in relation to central services provided by Ecotricity Group Limited to fellow Group companies for costs including, but not limited to, Human Resources, Facilities, Finance and Legal. The revenue from this recharge in FY2022 of £37,329,685 includes an exceptional addition of £14,063,628 relating to FY2021 charges.

4 Other operating income

The analysis of the Company's other operating income for the year is as follows:

	2022 £	2021 £
Government grants	119,778	253,197
Miscellaneous other operating income	<u>9,966</u>	<u>10,891</u>
	<u>129,744</u>	<u>264,088</u>

5 Operating profit

Arrived at after charging/(crediting)

	2022 £	2021 £
Depreciation expense	927,405	3,781,641
Amortisation expense	2,359,708	324,710
Operating lease expense	311,776	353,341
(Profit)/loss on disposal of property, plant and equipment	<u>(319,026)</u>	<u>44,298</u>

6 Other interest receivable and similar income

	2022 £	2021 £
Dividend income	<u>11,340,569</u>	<u>1,184,459</u>

7 Interest payable and similar charges

	2022 £	2021 £
Interest on bank overdrafts and borrowings	<u>158,953</u>	<u>215,920</u>

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

8 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2022 £	2021 £
Wages and salaries	5,744,083	7,099,605
Social security costs	720,320	731,835
Other short-term employee benefits	323,769	422,341
	<u>6,788,172</u>	<u>8,253,781</u>

The average number of persons employed by the Company (including directors) during the year, analysed by category was as follows:

	2022 No.	2021 No.
Administration and support	<u>122</u>	<u>134</u>

9 Directors' remuneration

The remuneration of Directors was borne by the Company in both years and amounts attributable to qualifying services provided to the Company are approximately £618,314 (2021: £599,033) and Company pension contributions made to a money purchase scheme on their behalf are approximately £26,976 (2021: £31,096).

The aggregate of remuneration and amounts receivable under long term incentive schemes of the highest paid Director was £184,347 (2021: £132,943) and company pension contributions of £11,280 (2021: £7,113) were made to a money purchase scheme on their behalf.

10 Auditors' remuneration

	2022 £	2021 £
Audit of the financial statements	<u>29,500</u>	<u>30,000</u>

There were no other services rendered by the Company's auditor and their associates as in 2021.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

11 Taxation

Tax charged/(credited) in the income statement

	2022 £	2021 £
Current taxation		
UK corporation tax	1,051,191	-
	<u>1,051,191</u>	<u>-</u>
Deferred taxation		
Arising from origination and reversal of timing differences	1,397,539	(2,223,148)
Effect of tax rate changes on opening balances	(1,005,551)	-
Arising from adjustments in respect of prior periods	100,546	(89,404)
	<u>492,534</u>	<u>(2,312,552)</u>
Tax expense/(credit) in the income statement	<u>1,543,725</u>	<u>(2,312,552)</u>

The tax on profit before tax for the year is lower than the standard rate of corporation tax in the UK (2021: lower than the standard rate of corporation tax in the UK) of 19% (2021: 19%).

The differences are reconciled below:

	2022 £	2021 £
Profit before tax	40,054,981	4,736,702
Corporation tax at standard rate	7,610,446	899,973
Effect of revenues exempt from taxation	(8,176,180)	(3,690,236)
Effect of expense not deductible in determining taxable profit/(tax loss)	3,801,669	313,075
Remeasurement of deferred tax for changes in tax rates	(670,142)	-
Adjustments to tax charge in respect of previous periods	100,546	(89,404)
Fixed asset differences	3,877	252,577
Tax (decrease)/increase arising from group relief	(1,166,933)	-
Other permanent differences	40,442	1,463
Total tax charge/(credit)	<u>1,543,725</u>	<u>(2,312,552)</u>

In the March 2021 Budget statement it was announced that the main rate of corporation tax would increase to 25% from 1 April 2023. This announced change was substantively enacted by the balance sheet date and therefore its effects have been included within the financial statements.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

12 Intangible assets

	Brand names £	Restated Software £	Restated Total £
Cost or valuation			
At 1 May 2021	3,330,700	15,048,629	18,379,329
Disposals	-	(10,306,102)	(10,306,102)
Transfers	-	7,881,181	7,881,181
At 30 April 2022	<u>3,330,700</u>	<u>12,623,708</u>	<u>15,954,408</u>
Amortisation			
At 1 May 2021 (restated)	2,961,022	8,736,297	11,697,319
Amortisation charge	221,807	2,137,901	2,359,708
Amortisation eliminated on disposals	-	(9,638,943)	(9,638,943)
Transfers	-	3,962,318	3,962,318
At 30 April 2022	<u>3,182,829</u>	<u>5,197,573</u>	<u>8,380,402</u>
Carrying amount			
At 30 April 2022	<u>147,871</u>	<u>7,426,135</u>	<u>7,574,006</u>
At 30 April 2021 (restated)	<u>369,678</u>	<u>6,312,332</u>	<u>6,682,010</u>

Cost and amortisation of Software at 1 May 2021 has been restated to include amounts previously included in Tangible Assets (Note 13).

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

13 Tangible assets

	Land and buildings £	Restated Furniture, fittings and equipment £	Motor vehicles £	Assets under construction £	Restated Total £
Cost or valuation					
At 1 May 2021	13,131,801	11,215,623	518,863	3,871,634	28,737,921
Additions	-	366,725	93,859	1,144,739	1,605,323
Disposals	(1,208,765)	(95,372)	(15,340)	(11,283)	(1,330,760)
Transfers	-	(4,550,562)	-	(3,330,619)	(7,881,181)
At 30 April 2022	<u>11,923,036</u>	<u>6,936,414</u>	<u>597,382</u>	<u>1,674,471</u>	<u>21,131,303</u>
Depreciation					
At 1 May 2021 (restated)	2,811,434	8,986,425	320,572	-	12,118,431
Charge for the year	113,430	712,818	101,157	-	927,405
Eliminated on disposal	(437,822)	(87,051)	(15,340)	-	(540,213)
Transfers	-	(3,962,318)	-	-	(3,962,318)
At 30 April 2022	<u>2,487,042</u>	<u>5,649,874</u>	<u>406,389</u>	<u>-</u>	<u>8,543,305</u>
Carrying amount					
At 30 April 2022	<u>9,435,994</u>	<u>1,286,540</u>	<u>190,993</u>	<u>1,674,471</u>	<u>12,587,998</u>
At 30 April 2021 (restated)	<u>10,320,367</u>	<u>2,229,198</u>	<u>198,291</u>	<u>3,871,634</u>	<u>16,619,490</u>

Cost and depreciation of furniture fittings and equipment at 1 May 2021 has been restated to remove amounts now included in Intangible Assets (Note 12).

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

13 Tangible assets (continued)

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

	2022 £	2021 £
Motor vehicles	<u>190,993</u>	<u>198,291</u>

14 Investments in subsidiaries, joint ventures and associates

	2022 £	2021 £
Investments in subsidiaries	12,158,749	12,158,849
Listed investments	10,752,602	11,734,263
Investments in associates	-	6,902,940
Other investments	-	10,000
	<u>22,911,351</u>	<u>30,806,052</u>

Subsidiaries

Cost or valuation

At 1 May 2021	12,158,849
Disposals	<u>(100)</u>
At 30 April 2022	<u>12,158,749</u>

Carrying amount

At 30 April 2022	<u>12,158,749</u>
At 30 April 2021	<u>12,158,849</u>

Listed investments

Fair value

At 1 May 2021	11,734,263
Fair value adjustments	(1,546,468)
Additions	<u>564,807</u>
At 30 April 2022	<u>10,752,602</u>

Fair value is determined using the listed share price as at the balance sheet date.

Associates

Fair value

At 1 May 2021	6,902,940
Disposals	<u>(6,902,940)</u>
At 30 April 2022	<u>-</u>

In June 2021 the group fully disposed of its associate The Electric Highway Company Limited.

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

14 Investments in subsidiaries, joint ventures and associates (continued)

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	Principal activity
Subsidiary undertakings				
Alveston Wind Park Limited*	UK	Ordinary	100%	Wind park
Ballymena Wind Park Limited*	UK	Ordinary	100%	Wind park
Bambers Wind Park Limited*	UK	Ordinary	100%	Wind park
Bicker Fen Energy Storage Limited* 04300047	UK	Ordinary	100%	Dormant
Bristol Port Wind Park Limited*	UK	Ordinary	100%	Wind park
Britwind Limited	UK	Ordinary	100%	Manufacturing
Cardiff Wind Park Limited*	UK	Ordinary	100%	Wind park
Dagenham Wind Park Limited*	UK	Ordinary	100%	Wind park
Dalby Wind Park Limited*	UK	Ordinary	100%	Wind park
Dulater Hill Wind Park Limited* 06439166	UK	Ordinary	100%	Dormant
Dundee Merchant Wind Park Limited*	UK	Ordinary	100%	Wind park
Ecotech Wind Park Limited*	UK	Ordinary	100%	Wind park
Ecotricity (Alveston) Limited*	UK	Ordinary	100%	Holding company
Ecotricity (Berkeley Storage) Limited* 11757293	UK	Ordinary	100%	Dormant
Ecotricity (Butts Field) Limited* 11631950	UK	Ordinary	100%	Dormant
Ecotricity (Chalton) Limited* 11631831	UK	Ordinary	100%	Dormant
Ecotricity (Leechpool) Limited* 11855335	UK	Ordinary	100%	Dormant
Ecotricity (Lodge Farm Solar) Limited* 11757440	UK	Ordinary	100%	Dormant
Ecotricity (Sparsholt Gasmill) Limited* 10716387	UK	Ordinary	100%	Dormant

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

14 Investments in subsidiaries, joint ventures and associates (continued)

Ecotricity Generation Limited	UK	Ordinary	100%	Turbine maintenance
Ecotricity Holding Company Limited*	UK	Ordinary	100%	Holding company
Ecotricity Limited	UK	Ordinary	100%	Utilities supplier
Ecotricity Merchant Holdings Limited*	UK	Ordinary	100%	Holding company
Ecotricity Wind and Sun Parks (Holding) Limited*	UK	Ordinary	100%	Holding company
Ecotricity Wind and Sun Parks (Issuing) Limited*	UK	Ordinary	100%	Holding company
Fen Farm Solar Park Limited*	UK	Ordinary	100%	Solar park
Fen Farm Wind Park Limited*	UK	Ordinary	100%	Wind park
Forest Green Sun Company Limited*	UK	Ordinary	100%	Rooftop solar panels
Galsworthy Wind Park Limited*	UK	Ordinary	100%	Wind park
Green Park Wind Park Limited*	UK	Ordinary	100%	Wind park
Heck Fen Wind Park Limited*	UK	Ordinary	75.1%	Wind park
Kings Lynn Wind Park Limited*	UK	Ordinary	100%	Wind park
Lynch Knoll Wind Park Limited*	UK	Ordinary	100%	Wind park
Mablethorpe Wind Park Limited*	UK	Ordinary	100%	Wind park
Merchant Wind Park (East Kilbride) Limited*	UK	Ordinary	100%	Wind park
New Power Company Limited*	UK	Ordinary	100%	Holding company
Next Generation Wind Holdings Limited*	UK	Ordinary	100%	Holding company
Pollington Wind Park Limited*	UK	Ordinary	100%	Wind park
Sandy Wind Turbine Limited*	UK	Ordinary	100%	Wind park
Shooters Bottom Wind Park Limited*	UK	Ordinary	100%	Wind park
Somerton Wind Park Limited*	UK	Ordinary	100%	Wind park
Swaffham Wind Park Limited*	UK	Ordinary	100%	Wind park
Upper Sonachan Wind Park Limited* 09800322	UK	Ordinary	100%	Dormant
Wind Holdings Nord Limited*	UK	Ordinary	100%	Holding company
Worksop Wind Park Limited*	UK	Ordinary	100%	Wind park

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

14 Investments in subsidiaries, joint ventures and associates (continued)

*denotes indirect subsidiary undertakings.

All subsidiary undertakings have their registered office at Lion House, Rowcroft, Stroud, Gloucestershire, GL5 3BY. For subsidiaries that are dormant, the company number has been provided.

15 Debtors

	2022 £	2021 £
Trade debtors	138,136	7,310
Amounts owed by related parties	68,461,284	41,282,366
Other debtors	58,550	435,114
Prepayments	1,418,255	652,796
Accrued income	-	31,732
Taxation and social security	2,490,641	-
Deferred tax assets	2,792,259	3,284,793
Total current trade and other debtors	<u>75,359,125</u>	<u>45,694,111</u>

16 Cash and cash equivalents

	2022 £	2021 £
Cash at bank	448,755	-
Short-term deposits	305,335	-
	754,090	-
Bank overdrafts	-	(223,355)
Cash and cash equivalents	<u>754,090</u>	<u>(223,355)</u>

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

17 Creditors

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	20	402,951	679,331
Finance lease liabilities	20	524,147	713,313
Trade creditors		1,649,115	1,025,005
Amounts due to related parties		63,089,380	98,337,320
Social security and other taxes		766,374	2,326,615
Other payables		19,936,409	3,473,003
Accrued expenses		1,048,525	658,328
Income tax liability		1,262,758	249,270
Deferred income		9,076	-
		<u>88,688,735</u>	<u>107,462,185</u>
Due after one year			
Loans and borrowings	20	<u>2,959,874</u>	<u>3,312,773</u>

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

18 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary shares of £0.01 each	180	1.80	180	1.80

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:
to receive dividends from time to time and are entitled to one vote per share at meetings of the Company.

19 Reserves

Share capital

The nominal value of the shares that have been issued is recognised in share capital.

Profit and loss account

The current and prior periods retained profits and losses are recognised in the profit and loss account.

Capital redemption reserve

The nominal value of company shares which have been bought back by the company.

20 Loans and borrowings

	2022 £	2021 £
Non-current loans and borrowings		
Bank borrowings	2,959,874	3,312,773
	2022	2021
	£	£
Current loans and borrowings		
Bank borrowings	402,951	455,976
Bank overdrafts	-	223,355
Finance lease liabilities	524,147	713,313
	927,098	1,392,644
The bank loan maturity is as follows:		
	2022	2021
	£	£
Not later than one year	402,951	455,976
Later than one year and not later than five years	1,824,132	1,768,454
Later than five years	1,135,742	1,544,319
	3,362,825	3,768,749

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

20 Loans and borrowings (continued)

Bank borrowings

Term Loan relating to Lion House is denominated in GBP with a nominal interest rate of Bank Rate + 3%, and the final instalment is due on 2 July 2029. The carrying amount at year end is £3,362,825 (2021 - £3,768,749).

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

21 Obligations under leases and hire purchase contracts

Finance leases

The total of future minimum lease payments is as follows:

	2022 £	2021 £
Not later than one year	251,102	220,036
Later than one year and not later than five years	273,045	493,276
	<u>524,147</u>	<u>713,312</u>

Operating leases

The total of future minimum lease payments is as follows:

	2022 £	2021 £
Not later than one year	44,973	183,303
Later than one year and not later than five years	23,236	83,180
Later than five years	-	10,228
	<u>68,209</u>	<u>276,711</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £46,586 (2021: £394,527).

22 Related party transactions

The Company has taken advantage of the exemptions contained in FRS 102.33 and has not disclosed transactions or balances with wholly owned subsidiaries which form part of the Group.

As 30 April 2022, the balance owed from the Company to D Vince is £19,936,409 (2021: £3,455,105) which is classified in other payables. The balance is interest-free and is repayable on reasonable demand.

Summary of transactions with not wholly owned Group companies

The following other transactions took place between the Company and non-wholly owned subsidiaries but still under control of the ultimate parent company, Green Britain Group Limited.

	Debtors outstanding		Creditors outstanding	
	2022 £	2021 £	2022 £	2021 £
Other Group undertakings	<u>2,869,562</u>	<u>2,243,184</u>	<u>151,459</u>	<u>151,460</u>

With the exception of the below transactions, all transactions with non-wholly owned subsidiaries were financing transactions rather than the sale or purchase of goods or services.

	Recharges to		Costs incurred	
	2022 £	2021 £	2022 £	2021 £
Other Group undertakings	<u>301,127</u>	<u>242,794</u>	<u>-</u>	<u>-</u>

Ecotricity Group Limited

Notes to the Financial Statements for the Year Ended 30 April 2022

23 Parent and ultimate parent undertaking

The Company's immediate parent undertaking is Green Britain Group Limited. The ultimate parent undertaking is Green Britain Group Limited, a Company incorporated in England and Wales. The ultimate controlling party of the Company is D Vince, the only shareholder of Green Britain Group Limited.

Relationship between entity and parents

The parent of the largest group in which these financial statements are consolidated is Green Britian Group Limited, incorporated in England and Wales.

The address of Green Britian Group Limited is:
Lion House, Rowcroft, Stroud, Gloucestershire, GL5 3BY

This is also the parent of the smallest group in which these financial statements are consolidated.

24 Non adjusting events after the financial period

Since 30 April 2022 the share price of Ecotricity Group Limited's investment in Good Energy Plc. has fallen from £2.45 to £1.80. As a result the carrying amount in the accounts of £10,752,601 has subsequently fallen to £7,899,871.

Other than those already listed the Directors are not aware of any further matters or circumstances that have significantly affected or may significantly affect the company.